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Initial

1 8 2003

Date

Code

October 30, 2003

Ms. Jean Gray Western Area Power Administration District Southwest Area Post Office Box 6457 Phoenix, AZ 85005-6457

Re: Parker-Davis 2008 Contracts

Dear Ms. Gray:

Avra Valley Irrigation and Drainage District (AVIDD) needs and is interested in acquiring a P-DP allocation and contract in the post 2008 period. We have reviewed the contract and provision for advancement of funds. AVIDD has no objections to advance funding of overhead, maintenance and repair. We are not opposed to a mutually agreeable method of providing other funds with appropriate customer input.

Please keep us and our legal counsel advised.

Sincerely,

AVRA VALLEY IRRIGATION AND DRAINAGE DISTRICT

John Kai, Jr., President